

REVENUE - STATE

State support for the operation of the public schools is derived primarily from the Basic State Aid appropriation. The sum appropriated to each school division from this source is based on the application of an established cost-per-pupil (for each locality) as determined by the state for each pupil in average daily membership (ADM). This sum, minus the state sales and use tax, and the ability of the locality to support its public schools establishes the contribution by the state. Additional state aid is received in other categories according to specific guidelines established by the State Department of Education. Major sources of state revenue are highlighted below.

Basic Aid: Funding is established at \$5,972 per pupil in average daily membership minus the state sales and use tax, and the local share based on the financial ability of the locality (composite index at .3025) as prescribed by the state formula. Funding is \$5,222 per pupil for 2007-2008.

Career and Technical Education: Funding is established at \$114 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. A portion of the revenue in this category results from state support for adult education, occupational and technology education, and for on-site administration of a career and technical education high school. Funding is \$96 per pupil for 2007-2008.

Special Education: Funding is established at \$618 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. Funding is \$532 for 2007-2008. Additionally, a portion of the revenue in this category results from state support for homebound instruction, foster home children, and regional tuition payments.

Gifted and Talented: Funding is established at \$45 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. Funding is \$40 per pupil for 2007-2008.

VRS Contribution, Social Security Benefits, and Group Life Insurance: The state share of each payment is based upon a per-pupil amount for each student in average daily membership minus the local share based on the financial ability of the locality. The per-pupil amounts for 2008-2009 are as follows: VRS - \$335; FICA \$259; Group Life - \$11. Funding for 2007-2008 is VRS - \$345; FICA - \$230; Group Life - \$12.

Remedial Education: Funding is established at \$68 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. Funding is \$64 per pupil for 2007-2008.

Remedial Summer School: Funding is established at \$464 per remedial student attending elementary or secondary summer school minus the local share based on the financial ability of the locality as prescribed by the state formula. The increase for 2008-2009 is not enough to offset the decrease in remedial summer school participation. For 2007-2008, funding is \$412 per remedial student.

REVENUE - STATE (continued)

Textbooks: Funding is established at \$118.52 per pupil in average daily membership minus the local share based on the financial ability of the locality as prescribed by the state formula. Funding is based on a system of free textbooks. Funding is \$100.28 per pupil for 2007-2008.

State Sales Tax: The state annually distributes to the school system a portion of the state sales tax revenue (1-1/8%) designated for the support of public education. The amount received each year is determined by the amount of total state collections and the triennial school census. The budgeted sales tax amount for 2008-2009 is based on an estimate by the state Department of Taxation of Chesapeake's share of statewide sales tax revenue.

Forest Reserve: The U.S. Fish and Wildlife and Minerals Management Service distribute funds generated from the leasing of lands required for flood control and navigation. In Virginia these funds are used in support of public education. The projected revenue is based on actual receipts in 2006-2007.

At Risk: Special funding is included to support programs for students who are educationally at risk. An additional allocation of Basic Aid is provided based on a percentage of students in Chesapeake who are eligible for the free lunch program.

ESL: Funding has been included to assist with students who speak English as a second language. The funding formula is based on the number of students served minus the local share based on the financial ability of the locality as prescribed by the state formula. The decrease in revenue is due to a decrease in ESL student participation.

Enrollment Loss: Funding provides supplemental revenue for the state share per pupil amount. The amount is determined by applying a weighted formula to the difference in adjusted ADM for the prior and current year.

Salary Supplement: A salary supplement is not funded for 2008-2009 but is included in the second year of the biennium.

Class Size: Funding is included to reduce class size in grades K-3 in all schools housing those grades. The pupil teacher ratios funded range from 14:1 to 20:1, with the lower ratios provided at schools with higher free and reduced lunch percentages.

Reading Intervention: Funding is provided for early intervention services to primary grade students. The number of eligible students is determined by PALS (Phonological and Literacy Screening) diagnostic test or free lunch eligibility if PALS is not available.

REVENUE - STATE					
REVENUE ACCOUNT	2006-2007 BUDGET	2006-2007 REVENUE	2007-2008 BUDGET	2008-2009 BUDGET	INCREASE/ DECREASE
Basic Aid	111,418,247	112,567,622	107,276,352	131,284,977	24,008,625
Career and Technical Education	2,938,903	2,780,306	2,744,480	3,395,070	650,590
Special Education	21,188,376	20,420,879	20,821,877	23,985,434	3,163,557
Gifted and Talented	1,083,399	1,075,333	1,044,014	1,210,804	166,790
VRS Contributions	8,028,981	7,849,933	9,004,619	9,079,765	75,146
FICA Contributions	6,229,543	6,183,166	6,003,079	6,968,851	965,772
Group Life Insurance	406,275	376,367	313,204	295,974	-17,230
Remedial Education	1,745,125	1,720,533	1,681,150	1,829,660	148,510
Remedial Summer School	1,488,467	1,645,398	1,760,148	1,679,368	-80,780
Textbooks	2,757,521	2,695,860	2,617,343	3,188,989	571,646
State Sales Tax	44,863,251	41,611,114	42,586,884	42,321,424	-265,460
Forest Reserve Payments	17,455	60,188	2,300	1,800	-500
At Risk	1,214,264	1,191,619	1,007,224	1,044,609	37,385
ESL	434,617	312,158	436,693	326,379	-110,314

REVENUE - STATE
(continued)

Lottery Proceeds: Funding is provided for Chesapeake's share of lottery proceeds. Lottery funding increased in 2008-2009.

SOL Algebra Readiness: Funding is provided for math intervention services to students in grades 6, 7 and 8 who are at risk of failing the Algebra I test given at the end of the course.

School Construction: Funding provides for non-recurring costs including school construction, additions, infrastructure, site acquisition, renovations, technology, and other expenditures related to modernizing classroom equipment. Funding is based on a formula using prior year actual ADM minus the local share based on the financial ability of the locality, as prescribed by state formula, times the remaining grant balance.

REVENUE - STATE					
REVENUE ACCOUNT	2006-2007 BUDGET	2006-2007 REVENUE	2007-2008 BUDGET	2008-2009 BUDGET	INCREASE/ DECREASE
Enrollment Loss	795,956	337,303	1,589,696	1,042,678	-547,018
Salary Supplement	2,383,477	2,903,400	7,229,796	0	-7,229,796
Class Size	2,260,175	2,241,549	2,256,712	2,226,700	-30,012
Reading Intervention	392,922	308,724	452,796	481,500	28,704
Lottery Proceeds	6,306,193	6,231,825	5,767,915	6,410,805	642,890
SOL Algebra Readiness	264,602	253,285	251,322	264,622	13,300
School Construction	664,366	661,388	652,420	660,350	7,930
Miscellaneous	0	42,730	0	0	0
TOTALS	216,882,115	213,470,680	215,500,024	237,699,759	22,199,735

REVENUE - FEDERAL

This revenue is anticipated from the federal government for our students that are federally connected. A federally connected student is one whose parents either 1) live and work on federal property, or 2) live or work on federal property.

For 2008-2009, the total amount of funding is projected to be \$3,250,000, due to an increase in the funding level for the Basic Support payments in the Impact Aid program funding.

REVENUE - FEDERAL

REVENUE ACCOUNT	2006-2007 BUDGET	2006-2007 REVENUE	2007-2008 BUDGET	2008-2009 BUDGET	INCREASE/ DECREASE
Aid to Federally Impacted Areas	3,345,185	3,363,741	3,000,000	3,250,000	250,000
TOTALS	3,345,185	3,363,741	3,000,000	3,250,000	250,000

REVENUE - GENERAL FUND

Local support for the operation of the public schools is derived primarily from a general fund appropriation from the city. The general fund appropriation is comprised of money from local tax collections.

REVENUE - OTHER LOCAL

Other local funds are derived from sources generated by the school division such as rent, tuition, printing, and recoveries and rebates.

Rent: Revenue resulting from building and property rental; rate increase.

Sale of Materials: Charges for transcripts and lost diplomas. Adjusted to reflect historical receipts

Printing: Revenue resulting from the sale of printing services to the city, schools, and other governmental agencies.

Tuition - Regular: Tuition charges for nonresident pupils and pupils from the Southeastern Virginia Training Center.

Tuition - Summer School: 2008-2009 tuition charges for secondary pupils attending summer school will be:

- Regular Program - \$135
- Nonresident of Chesapeake, Regular Program - \$335
- Driver Education (all phases) - \$150
- Driver Education (classroom only) - \$75
- WFOS Nonresident Tuition - \$170

Tuition - Adult Education: Tuition charges for adult classes are \$2.00/instructional hour. Nonresidents will pay \$4.00/instructional hour.

Insurance Claims: Insurance recoveries for damage to school property.

Recoveries and Rebates: Revenue resulting from miscellaneous sources (e.g., reimbursement for vandalized property, refunds for jury duty, worker compensation payments, planetarium fees, and ROTC reimbursement).

Sale of Equipment: Sale of obsolete service vehicles, school buses, and equipment.

REVENUE - LOCAL					
REVENUE ACCOUNT	2006-2007 BUDGET	2006-2007 REVENUE	2007-2008 BUDGET	2008-2009 BUDGET	INCREASE/ DECREASE
General Fund	167,250,166	168,320,869	183,941,685	185,006,949	1,065,264
Other Local					
Rent	1,138,000	1,315,011	1,138,000	1,450,000	312,000
Sale of Materials	25,000	2,363	25,000	3,000	-22,000
Printing	195,000	197,826	195,000	198,000	3,000
Tuition - Regular School	90,000	28,910	90,000	30,000	-60,000
Tuition - Summer School	205,000	211,806	205,000	210,000	5,000
Tuition - Adult Education	71,000	113,552	71,000	113,000	42,000
Insurance Claims	35,000	51,992	35,000	40,000	5,000
Recoveries and Rebates	505,000	487,974	505,000	505,000	0
Sale of Equipment	30,000	29,483	30,000	30,000	0
Driver Education Fee	115,000	134,063	115,000	147,000	32,000
Other Local Total	2,409,000	2,572,980	2,409,000	2,726,000	317,000
LOCAL REVENUE TOTAL	169,659,166	170,893,849	186,350,685	187,732,949	1,382,264

BUDGET SUMMARY - REVENUE

REVENUE SOURCE	2006-2007 BUDGET	2006-2007 REVENUE	2007-2008 BUDGET	2008-2009 BUDGET	INCREASE/ DECREASE
State	216,882,115	213,470,680	215,500,024	237,699,759	22,199,735
Federal	3,345,185	3,363,741	3,000,000	3,250,000	250,000
Local:					
General Fund	167,250,166	168,320,869	183,941,685	185,006,949	1,065,264
Other	2,409,000	2,572,980	2,409,000	2,726,000	317,000
Local Total	169,659,166	170,893,849	186,350,685	187,732,949	1,382,264
GRAND TOTALS	389,886,466	387,728,270	404,850,709	428,682,708	23,831,999